

26 USC
6050R
note.

(2) TECHNICAL AMENDMENTS.—
(A) Subparagraph (A) of section 6724(d)(1) is amended by striking "or" at the end of clause (vi), by striking "and" at the end of clause (vii) and inserting "or", and by adding at the end the following new clause:
"(viii) section 6050R (relating to returns relating to certain purchases of fish), and".
(B) Paragraph (2) of section 6724(d) is amended by redesignating subparagraphs (R) through (U) as subparagraphs (S) through (V), respectively, and by inserting after subparagraph (Q) the following new subparagraph:

"(R) section 6050R(c) (relating to returns relating to certain purchases of fish)."

26 USC
147 note.

(C) The table of sections for subpart B of part III of subchapter A of chapter 68 is amended by inserting after the item relating to 6050Q the following new item:

"Sec. 6050R. Returns relating to certain purchases of fish."

(3) EFFECTIVE DATE.—The amendments made by this subsection shall apply to payments made after December 31, 1997.

**SEC. 1117. MODIFICATIONS OF TAX-EXEMPT
BOND RULES FOR FIRST-
TIME FARMERS.**

26 USC
3508
note.

(a) ACQUISITION FROM RELATED PERSON ALLOWED.—Section 147(c)(2) (relating to exception for first-time farmers) is amended by adding at the end the following new subparagraph:

"(G) ACQUISITION FROM RELATED PERSON.—For pur-

or personal property from
a related person (within the meaning
of section 144(a)(3))
shall not be treated as an acquisition
from a related person,
if—

"(i) the acquisition price is for the fair
market

value of such land or property, and
"(ii) subsequent to such acquisition, the
related

person does not have a financial
interest in the farming
operation with respect to which
the bond proceeds are
to be used."

(2) SUBSTANTIAL FARMLAND AMOUNT

DOUBLED.—Clause (i) of
section 147(c)(2)(E) (defining substantial
farmland) is amended by
striking "15 percent" and inserting "30
percent".

(3) EFFECTIVE DATE.—The amendments
made by this section
shall apply to bonds issued after the date
of the enactment of
this Act.

**SEC. 1118. NEWSPAPER DISTRIBUTORS TREATED
AS DIRECT SELLERS.**

(a) IN GENERAL.—Section 3508(b)(2)(A) is
amended by striking
"or" at the end of clause (i), by inserting
"or" at the end of clause
(ii), and by inserting after clause (ii) the
following new clause:

"(iii) is engaged in the trade or
business of the
delivering or distribution of
newspapers or shopping
news (including any services
directly related to such
trade or business)."

(b) EFFECTIVE DATE.—The amendments
made by this section
shall apply to services performed after
December 31, 1995.